

DEPARTMENT OF LAW

AKLNG Project Budget

House Finance Committee

Presented by:

James Cantor, Deputy Attorney General

February 23, 2016



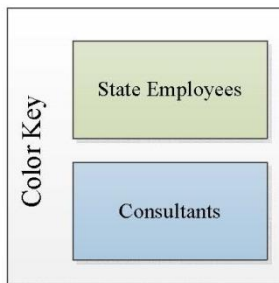
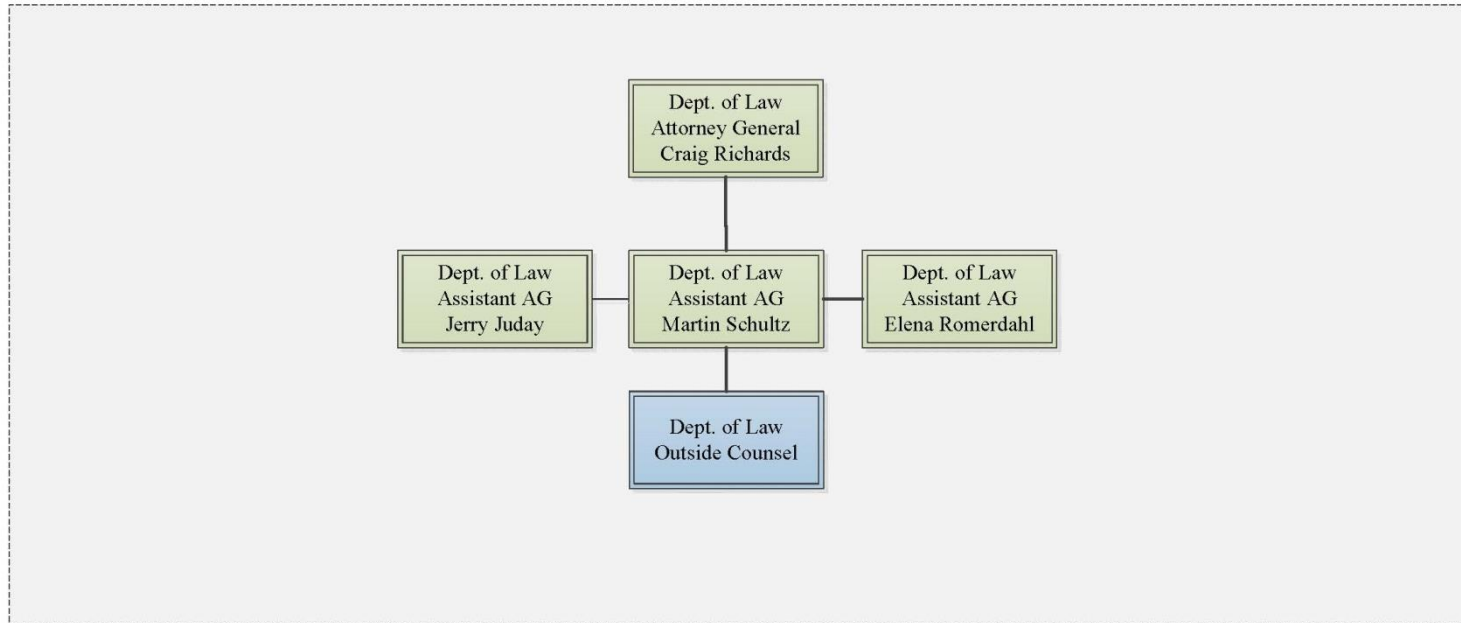
FY2017 AKLNG BUDGET REQUEST

- DNR/DOR Reimbursable Services Agreements for outside counsel and experts - \$17.5 million
 - DNR Commercial Agreements - \$12.0 million
 - DNR Marketing Negotiations - \$5.0 million
 - DOR Financing & Bankability - \$500,000
- DOL annual internal funding for gasline work - \$700,000

DOL BUDGET NEEDED

- Negotiation & drafting of AKLNG Project commercial agreements
 - Upstream Agreements
 - Midstream Agreements
 - Marketing Agreements
 - Governance Agreements
 - Fiscal Agreements
 - Finance & Tax
- Annual internal funding for assistant attorneys general

DOL – AKLNG TEAM



DOL FY2016 AKLNG BUDGET

- \$13.8 million total appropriated in FY2016
 - \$3.0 million DNR RSA
 - \$700,000 annual internal DOL
 - \$10.1 million special session appropriation
- Through 12/31/15, DOL spent approximately \$5.1 million on outside counsel and \$289,000 on internal DOL costs
- Approximately \$8.4 million balance remaining for January – June 2016 legal work

OUTSIDE COUNSEL SUPPORT

- DOL has outside counsel contracts with two law firms.
 - Greenberg Traurig
 - Milbank, Tweed, Hadley & McCloy
- These firms provide essential expertise in AKLNG Project agreements and negotiations with other project participants.
- Both firms represent AGDC, DNR and DOR.

THANK YOU

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